[PROPOSED] ORDER GRANTING DEFENDANT'S MOTION FOR SANCTIONS PURSUANT TO FRCP 11.

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On November 5, 2007, the Court held a hearing on Coast Capital Partners,

LLC's ("CCP's") Motion for Sanctions Pursuant to Federal Rule of Civil Procedure 11 ("Motion"). The Motion sought sanctions in the amount of some or all of CCP's

attorneys' fees against plaintiff Albert M. Zlotnick, Zlotnick's counsel Louis Altman,

and the law firm Taubman, Simpson, Young & Sulentor, P.C.

THE COURT, having considered the Motion and the supporting papers and evidence filed in connection therewith, Plaintiff Albert M. Zlotnick's and his counsel's Opposition thereto and the supporting papers filed therewith, the ex parte application of the law firm Taubman, Simpson, Young & Sulentor, P.C. and the supporting papers filed therewith, and CCP's Reply and the supporting papers filed therewith; all parties having been given notice and an opportunity to be heard; and GOOD CAUSE appearing therefor;

HEREBY FINDS THAT:

- Plaintiff Albert M. Zlotnick and his counsel Louis Altman (and not 1. Taubman, Simpson, Young & Sulentor, P.C.) violated Federal Rule of Civil Procedure 11(b)(3) and 11(b)(1), and each are jointly and severally responsible for the violations.
- Pursuant to Federal Rule of Civil Procedure 11(c)(3), the Court finds 2. that the prior pleadings and testimony from plaintiff's prior actions against third parties demonstrate that both Albert M. Zlotnick and his counsel at all material times were aware, or after a reasonable inquiry should have become aware, that all of plaintiff's causes of action accrued well before the time of discovery alleged and that all of plaintiff's claims were time-barred as a result. For this and other reasons stated on the record, the Court finds that the alleged fact of late discovery in plaintiff's Complaint and subsequent filings was not supportable by the evidence and that the action was brought for an improper purpose.
- Pursuant to Federal Rule of Civil Procedure 11(c)(2), the Court further 3. finds that a portion of CCP's attorneys' fees and costs in the amount of \$144,700.93

were incurred as a direct result of the violations noted above, that this amount in sanctions is sufficient to deter repetition of such conduct or comparable conduct by others similarly situated, and that this amount in sanctions is warranted for effective deterrence under the circumstances. AND HEREBY ORDERS THAT: Plaintiff Albert M. Zlotnick and his counsel Louis Altman are ordered, 1. jointly and severally, to pay to CCP sanctions in the amount of \$144,700.93. Dated: Nov. 13, 7007 HON. MANUEL L. REAL

Respectfully submitted: BAKER MARQUART CRONE & HAWXHURST LLP By Jaime W. Marquart Attorneys for Defendant Coast Capital Partners, LLC Dated: November 8, 2007

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PROOF OF SERVICE 1 2 I am employed in the County of Los Angeles, State of California. I am over 3 the age of eighteen years and not a party to the within action; my business address is 10990 Wilshire Blvd., Fourth Floor, Los Angeles, California 90024. 4 On November 8, 2007, I served true copies of the foregoing document described as 5 [PROPOSED] ORDER GRANTING DEFENDANT CCP'S MOTION FOR 6 SANCTIONS'PURSUANT TO FEDERAL RULE OF CIVIL PROCEDURE 11 on the parties in this action as follows: 8 Louis H. Altman 9 444 West Ocean Blvd., #1400 Long Beach, CA 90802 Ph: 562-435-3456 11 Fx: 562-435-6335 12 Louis H. Altman, Esq. 13 TAUBMAN, SIMPSON, YOUNG & SULENTOR One World Trade Center, Suite 400 14 Long Beach, CA 90831 15 Ph: 562-436-9201 Fx: 562-590-9695 17 BY MAIL: I enclosed the foregoing into sealed envelope addressed as shown 18 above, and I deposited such envelope in the mail at Los Angeles, California. The envelope was mailed with postage thereon fully prepaid. 19 I declare under penalty of perjury under the laws of the United States of 20 America that the foregoing is true and correct. 21 Executed on November 8, 2007, at Los Angeles, California. 22 23 24 25 26 27 28

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